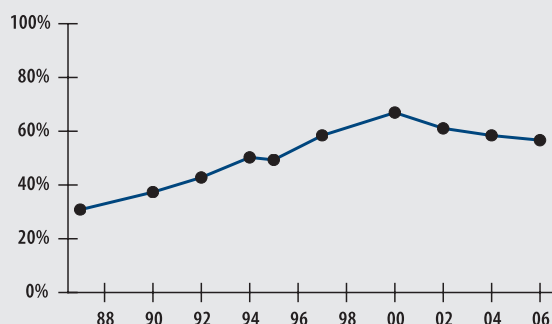
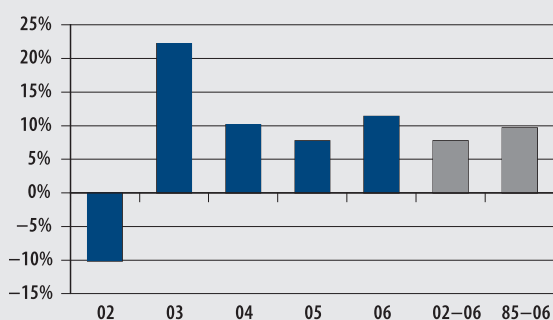


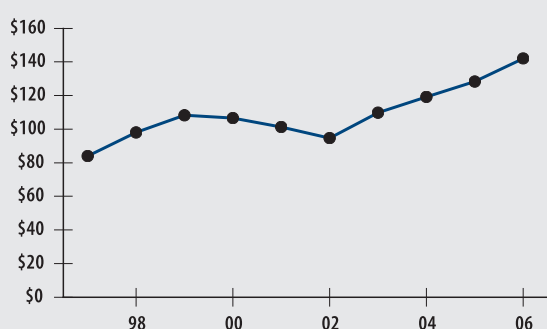
## ► Funded Ratio (1987-2006)



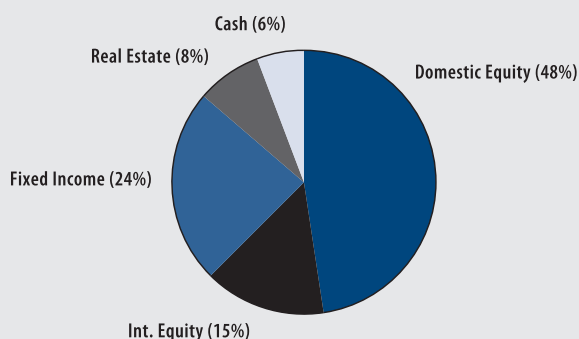
## ► Investment Return (2002-2006, 5 Year and 22 Year Averages)



## ► Asset Growth (1997-2006) (Market Value in Millions)



## ► Asset Allocation (12/31/06)



## ► ACTUARIAL

• Funded Ratio	56.7%
• Date of Last Valuation	01/06
• Actuary	PERAC
• Assumed Rate of Return	8.00%
• Funding Schedule	4.25% Increasing
• Year Fully Funded	2022
• Unfunded Liability	\$97.2 M
• Total Pension Appropriation (Fiscal 2007)	\$11.6 M

	Active	Retired
• Number of Members	1,163	851
• Total Payroll/Benefit	\$40.6 M	\$13.7 M
• Average Salary/Benefit	\$34,900	\$16,100
• Average Age	46	74
• Average Service	11.7 years	NA

## ► INVESTMENT

### Domestic Equity

- Ark Asset Management Company, Inc.
- Earnest Partners, LLC
- Independence Small Cap Growth Group Trust
- Voyageur Asset Management Inc.
- Voyageur Equity Style Fund
- Voyageur Large Cap Value Fund
- Voyageur Style Weighted Concentrated Fund

### International Equity

- Boston Company International Value Equity Fund
- Pyramis International Growth Commingled Pool

### Domestic Fixed Income

- Voyageur Core Plus Fixed Income Fund

### Real Estate

- BlackRock Apartment Value Fund II & III, L.P.
- PRIT

### Consultant

- Segal Advisors

### Custodian

- Investors Bank & Trust

► 2006 Return	11.36%
► 2006 Target	8.50%
► 2006 Market Value	\$142.1 M
► 2002-2006 (Annualized)	7.73%
► 1985-2006 (Annualized)	9.67%